

**LEGISLATIVE SERVICES AGENCY
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FISCAL IMPACT STATEMENT

LS 7301

BILL NUMBER: SB 464

NOTE PREPARED: Jan 7, 2013

BILL AMENDED:

SUBJECT: Education Funding for Children in Residential Care.

FIRST AUTHOR: Sen. Kruse

BILL STATUS: As Introduced

FIRST SPONSOR:

FUNDS AFFECTED: **GENERAL**
 DEDICATED
 FEDERAL

IMPACT: Local

Summary of Legislation: This bill provides that if a student is placed in a state licensed residential mental health facility under written orders of a licensed physician, the student receives educational services provided by the facility, and certain other conditions are satisfied, the school corporation of legal settlement that includes the student in its average daily membership shall pay the facility a per diem for the educational services provided by the facility to the student during the student's admission in the facility.

The bill specifies that the amount such a school corporation shall pay to a facility is the amount, prorated according to the number of instructional days for which the student receives the educational services, equal to the student's proportionate share of state distributions paid to the school corporation.

The bill specifies the minimum level educational services that must be provided to a student while the student is admitted to such a facility. It requires that the educational services at a facility must be provided by licensed teachers.

The bill specifies that the amounts paid by a school corporation to a facility are in addition to any funds that are allocated or used under federal law to provide services to students receiving educational services at the facility.

Effective Date: July 1, 2013.

Explanation of State Expenditures:

Explanation of State Revenues:

Explanation of Local Expenditures: *Summary:* The bill would require a school to send a portion of any state distributions that it may receive for a student placed in a state licensed residential mental health facility under written orders of a licensed physician to the mental health facility, if the student is provided appropriate education services.

The amount sent to the facility would be a daily rate based on a 180 instructional day school year. It is unknown how many students are in residential mental health facilities under written orders of a licensed physician.

Background. The daily rate for tuition support for CY 2013 is about \$31 per student.

Explanation of Local Revenues:

State Agencies Affected:

Local Agencies Affected: Local Schools.

Information Sources:

Fiscal Analyst: Chuck Mayfield, 317-232-4825.